STATE OF ILLINOIS SECRETARY OF STATE SECURITIES DEPARTMENT

IN THE MATTER OF: HARRIS REMOTE SAVER, INC,

ITS OFFICERS, DIRECTORS,

)File No. 0500044

EMPLOYEES, AFFILIATES, SUCCESSORS,)

AGENTS AND ASSIGNS, AND

ALBERT E. HARRIS

NOTICE OF HEARING

TO THE RESPONDENTS:

Albert E. Harris

Harris Remote Saver, Inc.

2704 Campbell Drive

Champaign, Illinois 61821

You are hereby notified that pursuant to Section 11.F of the Illinois Securities Law of 1953, [815 ILCS 5/1 et seq.] (the "Act") and 14 Ill. Adm. Code 130, Subpart K, a public hearing will be held at 300 West Jefferson Street, Suite 300A, Springfield, Illinois 62702, on the 15th day of June, 2005, at the hour of 10:00 a.m., or as soon thereafter as counsel may be heard, before Jon K. Ellis, or such other duly designated Hearing Officer of the Secretary of State.

Said hearing will be held to determine whether an Order of Prohibition should be entered against Harris Remote Saver Inc. and Albert E. Harris (the "Respondents") in the State of Illinois and granting such other relief as may be authorized under the Act including but not limited to imposition of a monetary fine in the maximum amount pursuant to Section 11 of the Act, payable within ten (10) days of the entry of the Order.

The grounds for such proposed action are as follows:

COUNT I: VIOLATION OF SECTION 12.A AND 12.D

1. That Respondent, Harris Remote Saver, Inc., is a purported business entity, with a last known address of 2704 Campbell Drive, Champaign, Illinois 61821;

- 2. That, at all times relevant the Respondent, Albert E. Harris, was an Officer, Director, Agent or Employee of Harris Remote Saver, Inc.;
- 3. That on or about May 6, 2000, Harris Remote Saver, Inc., by and through its Officers, Directors, Employees, Affiliates, Successors, Agents and Assigns, including Albert E. Harris, offered and sold to C.L., an Illinois resident, 1% of Harris Remote Saver in return for an investment in the amount of \$1,000 (see attached Exhibit "A");
- 4. That the above-referenced 1% of Harris Remote Saver, Inc. is a security as that term is defined pursuant to Section 2.1. of the Illinois Securities Law of 1953 [815 ILCS 5/1 et seq.] (the "Act");
- 5. That Section 5 of the Act provides, <u>inter alia</u>, that all securities except those exempt under Section 3 of the Act or those offered and sold in transactions exempt under Section 4 of the Act shall be registered with the Secretary of State prior to their offer or sale in the State of Illinois;
- 6. That Section 12.A of the Act provides, <u>inter alia</u>, that it shall be a violation of the Act for any person to offer or sell securities except in accordance with the provisions of the Act;
- 7. That Section 12.D of the Act provides, <u>inter alia</u>, that it shall be a violation of the Act for any person to fail to file with the Secretary of State any document or application required to be filed under the provisions of the Act;
- 8. That at all times relevant hereto, Harris Remote Saver, Inc., by and through its Officers, Directors, Employees, Affiliates, Successors, Agents and Assigns, including Albert E. Harris, failed to file an application for registration of the above-referenced securities with the Secretary of State prior to their offer or sale in the State of Illinois;
- 9. That by virtue of the foregoing, Harris Remote Saver, Inc., by and through its Officers, Directors, Employees, Affiliates, Successors, Agents and Assigns, including Albert E. Harris, have violated Sections 12.A and 12.D of the Act;
- 10. That Section 11(E)(2) of the Act provides, inter alia, that if the Secretary of State shall find that any person has

violated subsection D of Section 12 of the Act, the Secretary of State may by written order prohibit the person from offering or selling any securities in this State;

- 11. That Section 11(E)(3) of the Act provides, <u>inter alia</u>, that if the Secretary of State finds that any person is engaged or has engaged in the business of selling or offering for sale securities as a dealer or salesperson without prior thereto and at the time thereof having complied with the registration requirements of the Act, the Secretary of State may by written order prohibit such person from engaging in the business of selling or offering for sale securities in this State;
- 12. That Section 11.E(4) of the Act provides, inter alia, that if the Secretary of State, after finding that any provision of the Act has been violated, may impose a fine as provided by rule, regulation or order not to exceed \$10,000.00 for each violation of the Act, as well as an order of censure and the costs of investigation and reasonable expenses;
- 13. That by virtue of the foregoing, the Respondents, Harris Remote Saver, Inc., by and through its Officers, Directors, Employees, Affiliates, Successors, Agents and Assigns, including Albert E. Harris, are subject to a fine of up to \$10,000.00 per violation, costs of investigation, reasonable expenses, an order of censure, and an order which permanently prohibits the Respondents from offering or selling securities in the State of Illinois.

COUNT II: VIOLATION OF SECTIONS 12.A AND 12.D

- 1-2. Paragraphs 1-2 of Count I are re-alleged and incorporated as paragraphs 1-2 of this Count II;
- 3. That on or about August 5, 2000, Harris Remote Saver, Inc., by and through its Officers, Directors, Employees, Affiliates, Successors, Agents and Assigns, including Albert E. Harris, offered and sold to M.M., an Illinois resident, 1 share of stock in Harris Remote Saver in return for an investment in the amount of \$1,000;
- 4. That the above-referenced share of stock is a security as that term is defined pursuant to Section 2.1. of the Illinois Securities Law of 1953 [815 ILCS 5/1 et seq.] (the "Act");

- 5. That Section 5 of the Act provides, <u>inter alia</u>, that all securities except those exempt under Section 3 of the Act or those offered and sold in transactions exempt under Section 4 of the Act shall be registered with the Secretary of State prior to their offer or sale in the State of Illinois;
- 6. That Section 12.A of the Act provides, <u>inter alia</u>, that it shall be a violation of the Act for any person to offer or sell securities except in accordance with the provisions of the Act;
- 7. That Section 12.D of the Act provides, <u>inter alia</u>, that it shall be a violation of the Act for any person to fail to file with the Secretary of State any document or application required to be filed under the provisions of the Act;
- 8. That at all times relevant hereto, Harris Remote Saver, Inc., by and through its Officers, Directors, Employees, Affiliates, Successors, Agents and Assigns, including Albert E. Harris, failed to file an application for registration of the above-referenced securities with the Secretary of State prior to their offer or sale in the State of Illinois;
- 9. That by virtue of the foregoing, Harris Remote Saver, Inc., by and through its Officers, Directors, Employees, Affiliates, Successors, Agents and Assigns, including Albert E. Harris, have violated Sections 12.A and 12.D of the Act;
- 10. That Section 11(E)(2) of the Act provides, <u>inter</u> <u>alia</u>, that if the Secretary of State shall find that any person has violated subsection D of Section 12 of the Act, the Secretary of State may by written order prohibit the person from offering or selling any securities in this State;
- 11. That Section 11(E)(3) of the Act provides, inter alia, that if the Secretary of State finds that any person is engaged or has engaged in the business of selling or offering for sale securities as a dealer or salesperson without prior thereto and at the time thereof having complied with the registration requirements of the Act, the Secretary of State may by written order prohibit such person from engaging in the business of selling or offering for sale securities in this State;

- 12. That Section 11.E(4) of the Act provides, inter alia, that if the Secretary of State, after finding that any provision of the Act has been violated, may impose a fine as provided by rule, regulation or order not to exceed \$10,000.00 for each violation of the Act, as well as an order of censure and the costs of investigation and reasonable expenses;
- 13. That by virtue of the foregoing, the Respondents, Harris Remote Saver, Inc., by and through its Officers, Directors, Employees, Affiliates, Successors, Agents and Assigns, including Albert E. Harris, are subject to a fine of up to \$10,000.00 per violation, costs of investigation, reasonable expenses, an order of censure, and an order which permanently prohibits the Respondents from offering or selling securities in the State of Illinois.

COUNT III: VIOLATION OF SECTIONS 12.A AND 12.D

- 1-2. Paragraphs 1-2 of Count I are re-alleged and incorporated as paragraphs 1-2 of this Count III;
- 3. That on or about August 5, 2000, Harris Remote Saver, Inc., by and through its Officers, Directors, Employees, Affiliates, Successors, Agents and Assigns, including Albert E. Harris, offered and sold to R.P., an Illinois Resident, 1 share of stock in Harris Remote Saver in return for an investment in the amount of \$1,000;
- 4. That the above-referenced share of stock is a security as that term is defined pursuant to Section 2.1. of the Illinois Securities Law of 1953 [815 ILCS 5/1 et seq.] (the "Act");
- 5. That Section 5 of the Act provides, inter alia, that all securities except those exempt under Section 3 of the Act or those offered and sold in transactions exempt under Section 4 of the Act shall be registered with the Secretary of State prior to their offer or sale in the State of Illinois;
- 6. That Section 12.A of the Act provides, inter alia, that it shall be a violation of the Act for any person to offer or sell securities except in accordance with the provisions of the Act;
- 7. That Section 12.D of the Act provides, inter alia, that it shall be a violation of the Act for any person to fail to

file with the Secretary of State any document or application required to be filed under the provisions of the Act;

- 8. That at all times relevant hereto, Harris Remote Saver, Inc., by and through its Officers, Directors, Employees, Affiliates, Successors, Agents and Assigns, including Albert E. Harris, failed to file an application for registration of the above-referenced securities with the Secretary of State prior to their offer or sale in the State of Illinois;
- 9. That by virtue of the foregoing, Harris Remote Saver, Inc., by and through its Officers, Directors, Employees, Affiliates, Successors, Agents and Assigns, including Albert E. Harris, have violated Sections 12.A and 12.D of the Act;
- 10. That Section 11(E)(2) of the Act provides, inter alia, that if the Secretary of State shall find that any person has violated subsection D of Section 12 of the Act, the Secretary of State may by written order prohibit the person from offering or selling any securities in this State;
- 11. That Section 11(E)(3) of the Act provides, inter alia, that if the Secretary of State finds that any person is engaged or has engaged in the business of selling or offering for sale securities as a dealer or salesperson without prior thereto and at the time thereof having complied with the registration requirements of the Act, the Secretary of State may by written order prohibit such person from engaging in the business of selling or offering for sale securities in this State;
- 12. That Section 11.E(4) of the Act provides, inter alia, that if the Secretary of State, after finding that any provision of the Act has been violated, may impose a fine as provided by rule, regulation or order not to exceed \$10,000.00 for each violation of the Act, as well as an order of censure and the costs of investigation and reasonable expenses;
- 13. That by virtue of the foregoing, the Respondents, Harris Remote Saver, Inc., by and through its Officers, Directors, Employees, Affiliates, Successors, Agents and Assigns, including Albert E. Harris, are subject to a fine of up to \$10,000.00 per violation, costs of investigation, reasonable expenses, an order of censure, and an order which permanently prohibits the Respondents from offering or selling securities in the State of Illinois.

You are further notified that you are required pursuant to Section 130.1104 of the Rules and Regulations (14 Ill. Adm. Code 130) (the "Rules"), to file an answer to the allegations outlined above or a Special Appearance pursuant to Section 130.1107 of the Rules, or other responsive pleading within thirty days of the receipt of this notice. Your failure to do so within the prescribed time shall be deemed an admission of the allegations contained in the Notice of Hearing and waives your right to a hearing.

Furthermore, you may be represented by legal counsel; may present evidence; may cross-examine witnesses and otherwise participate. A failure to so appear shall constitute default.

A copy of the Rules, promulgated under the Act and pertaining to Hearings held by the Office of the Secretary of State, Securities Department, is included with this Notice.

Delivery of notice to the designated representative of any Respondent constitutes service upon such Respondents.

Dated this 6

day of

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Secretary of State State of Illinois

Attorney for the Secretary of State: Johan Schripsema Illinois Securities Department Jefferson Terrace, Suite 300A 300 West Jefferson Street Springfield, Illinois 62702 Telephone: (217) 524-1688

Enforcement Fax: (217) 782-8876

Hearing Officer: Jon K. Ellis 1035 South 2nd Street Springfield, Illinois 62704 Telephone (217) 528-6835 Fax: (217) 528-6837